

26 September 1986

4827676

MEMORANDUM FOR: DCI

FROM:

Dave Gries

SUBJECT:

Weekly Report

The <u>Continuing Resolution</u> (CR) passed the House last night by one vote. There is no change from the language contained in the House Appropriation Defense Subcommittee's report. Staff contacts have already begun with the Defense Subcommittee in the Senate, but no formal conference can convene until the Senate passes its version of the CR. Staff betting is that a short-term CR will have to be issued, but they expect a final CR to be passed by 10 October. Most staff now think no lame duck session is in the cards.

Regarding the <u>authorization bills</u>, staffs on both the House and Senate sides are polling their Members regarding various staff proposals. HPSCI expects the final cut will be ready by Monday and that the close agreement between the two committees will preclude the need for a formal conference. HPSCI expects the final report will be filed by mid-week. As you know, you signed a views letter to Durenberger and Hamilton on Friday.

The home-to-work transportation legislation remains open. Our hold on the legislation remains effective for the time being, as do the holds put on by other agencies. Further, our concerns have been addressed by Section 8 language contained in the current version of the legislation. That current version does not, however, protect other agencies, and we have quietly made them aware of it. The White House continues to push as do various Congressional supporters. It is thus possible that it will be put on the CR, other holds notwithstanding.

We have been working with the FBI, SSCI, HPSCI, Capitol Hill Police and the Sergeants at Arms to improve technical security in sensitive hearing areas on Capitol Hill.

STAT

The House passed the Tax Reform bill which contains provision that repeals the 3 year recovery rule for fed annuitants. There is some effort to remedy this repeal separate legislation, but the outlook for that is questionable.	Crar

Sanitized Copy Approved for Release 2010/10/14 : CIA-RDP90B01390R000200320030-0

19 September 1986

MEMORANDUM FOR: DCI

FROM: Dave Gries

SUBJECT: Weekly Report

The Authorization Bills and Continuing Resolution (CR):
The House passed its version of the FY 87 intelligence
authorization bill this week. It is scheduled to vote next
Wednesday on the CR now being worked up in HAC, after which
it will be referred to SAC for its review and a subsequent
Senate vote. Meanwhile, Senate floor action on its version
of the intelligence authorization bill remains in limbo
pending a signal by Helms to the Senate leadership as to his
intentions concerning his yet-unannounced amendments. Thus,
with a House/Senate conference still not on the horizon,
prospects are diminishing that Congress will agree to an
intelligence authorization bill before its scheduled
3 October recess.

SSCI Reports: The SSCI is completing four reports: counterintelligence and security countermeasures; the analysis process (recently discussed with Graham Fuller); oil prices and implications; and technology transfer to China. The committee has not decided on the disposition, but wants to publish classified versions of all and unclassified versions of some. We are trying to get prepublication access to raise objections if indicated.

Moscow Embassy: Staff of the Senate Foreign Relations Committee, after inspection of the new embassy construction in Moscow, concludes that it is a fiasco both structurally and from a security standpoint. House and Senate staffs say that construction should be stopped until independent engineering and security assessments can be made. Rep. Mica, chairman of the committee that oversees embassy operations, has just written to the President on this. He wants an inter-agency committee to meet and make a decision on what to do.

Drug Legislation: Next week, four major omnibus anti-drug bills will be competing for the Senate's attention: (1) the House-passed bill; (2) the Senate Democrats' bill; (3) the Senate Republicans' bill; and (4) the Administration bill. Neither the Administration nor the House bill impacts adversely on us. The Senate Democrats' bill would cause us problems as it provides for disestablishment of the Drug Enforcement Policy Board and creation of a "drug czar." However, the primary vehicle for Senate consideration of the issue is likely to be the Senate Republicans' bill, which we understand will not include the objectionable provisions.

STAT

DOD Transfers: Certain monies authorized in the Senate authorization bill for anti-drug intelligence efforts by DoD were actually intended for subsequent transfer to us. They may become sidetracked if there is no conference on the DoD authorization bill. We're working with the Comptroller and other components to insure that another legislative vehicle is found if this happens.

CC: DDO
DDI
DDS&T
DDA

Distribution:

Original - Addressee

1 - DDCI

1 - EXDIR

1 - ER

1 - Comptroller

1 - D/PAO

1 - General Counsel

1 - D/OP

1 - D/ICS

1 - D/OCA Chrono

1 - EO/OCA

1 - DD/House Affairs/OCA

1 - DD/Senate Affairs/OCA

1 - DD/Legislation/OCA

1 - OCA Subject

1 - OCA Chrono

Senate Endorses Helms Measure By STEPHEN ENGELBERG ate passed secret legislation Wednes day that legislators and Administra-tion officials say hindercuts the suthor-ity of the Central Intelligence reserve to manage he own affairs 1117 and proposed the new requirements as p of an amendment to the annual bill tablishing and extending program and setting spending finites on the C.L.A. and other should give use of the said they would give use of the possession to the control of t agency that had become a "bose can Details Are Classified The maneuvering this week over the amendments, which will now go to a secret conference committee to work out differences between the Senate and House versions, prompted a confrontation between Senator Helms and Wil-

liam J. Casey, the Director of Central Intelligence. The Senate passed one amendment on a voice vote; its details, as well as

nearly all the other provisions affecting the intelligence agencies, were contained in a classified appendix available only to senators. Another Helms amendment, demanding that the C.I.A. look into allegations of human rights violations and drug dealing by the Government of Panama, passed by a vote of 53 to 47.

Senator Helms said the votes re-Continued on Page A22, Column 1